**Cash Basis Signature Page**
Monthly Operating Report
CASH BASIS

| | |
|---|---|
| **CASE NAME:** | |
| Econometric Management, Inc. | |
| **CASE NUMBER:** | |
| 10-35551-11 | |
| **JUDGE:** Harlin D. Hale | |

UNITED STATES BANKRUPTCY COURT

NORTHERN DISTRICT OF TEXAS

DIVISION 6

MONTHLY OPERATING REPORT

MONTH ENDING: December 2010

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (CASH BASIS-1 THROUGH CASH BASIS-6) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY): IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

**RESPONSIBLE PARTY:**

[signature] President

ORIGINAL SIGNATURE OF RESPONSIBLE PARTY — TITLE

Bruce R. Tizes — 20 Jan 2011

PRINTED NAME OF RESPONSIBLE PARTY — DATE

**PREPARER**

[signature] President

ORIGINAL SIGNATURE OF PREPARER — TITLE

Bruce R. Tizes — 20 Jan 2011

PRINTED NAME OF PREPARER — DATE

**MOR for Cash Basis, Form 1**
Monthly Operating Report

CASH BASIS-1

| CASE NAME: |
|---|
| Econometric Management, Inc. |
| CASE NUMBER: 10-35551-11 |

| CASH RECEIPTS AND DISBURSEMENTS | MONTH Aug 2010 | MONTH Sept 2010 | MONTH Oct 2010 | MONTH Nov 2010 | MONTH Dec 2010 |
|---|---|---|---|---|---|
| 1. CASH - BEGINNING OF MONTH | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| **RECEIPTS** | | | | | |
| 2. CASH SALES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 3. ACCOUNTS RECEIVABLE COLLECTIONS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 4. LOANS & ADVANCES | $2,500 | $0.00 | $0.00 | $0.00 | $0.00 |
| 5. SALE OF ASSETS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 6. LEASE & RENTAL INCOME | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 7. WAGES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 8. OTHER (ATTACH LIST) | | $0.00 * | $0.00 * | $0.00 * | $0.00 * |
| 9. TOTAL RECEIPTS | $,2500 | $0.00 | $0.00 | $0.00 | $0.00 |
| **DISBURSEMENTS** | | | | | |
| 10. NET PAYROLL | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 11. PAYROLL TAXES PAID | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 12. SALES, USE & OTHER TAXES PAID | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 13. INVENTORY PURCHASES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 14. MORTGAGE PAYMENTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 15. OTHER SECURED NOTE PAYMENTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 16. RENTAL & LEASE PAYMENTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 17. UTILITIES | $0.00 | unknown | unknown | unknown | unknown |
| 18. INSURANCE | $0.00 | accrued | accrued | accrued | $0.00 |
| 19. VEHICLE EXPENSES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 20. TRAVEL | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 21. ENTERTAINMENT | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 22. REPAIRS & MAINTENANCE | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 23. SUPPLIES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 24. ADVERTISING | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 25. HOUSEHOLD EXPENSES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 26. CHARITABLE CONTRIBUTIONS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 27. GIFTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 28. OTHER (ATTACH LIST) | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 29. TOTAL ORDINARY DISBURSEMENT | $0.00 | unknown | unknown | unknown | unknown |
| **REORGANIZATION EXPENSES** | | | | | |
| 30. PROFESSIONAL FEES | $2,500 | unknown | unknown | unknown | unknown |
| 31. U.S. TRUSTEE FEES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 32. OTHER (ATTACH LIST) | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 33. TOTAL REORGANIZATION EXPENS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 34. TOTAL DISBURSEMENTS | $2,500 | unknown | unknown | unknown | unknown |
| 35. NET CASH FLOW | | | | | |
| 36. CASH - END OF MONTH | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |

* Note that the sum of $2,000 has been advanced by Bruce Tizes to the Debtor's credit during the month of September 2010.

Note also utility and cleaning expenses for 142 Wikil have not been accounted for duirng this phase.

Note: Certain funds have been advanced by EMI affiliate Richard Blumberg.

Certain profesisonal fees have accrued. US Trustee fees paid by affiliate.

**MOR for Cash Basis, Form 1A**
Monthly Operating Report
CASH BASIS-1A
**2007**

| CASE NAME: |
|---|
| Econometric Management, Inc. |
| CASE NUMBER: 10-35551-11 |

CASH DISBURSEMENTS DETAIL
(ATTACH ADDITIONAL SHEETS IF NECESSARY)

MONTH: Debember 2010

| CASH DISBURSEMENTS | | | | |
|---|---|---|---|---|
| | DATE | PAYEE | PURPOSE | AMOUNT |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | TOTAL CASH DISBURSEMENTS | | | |

| BANK ACCOUNT DISBURSEMENTS | | | | |
|---|---|---|---|---|
| CHECK NUMBER | DATE | PAYEE | PURPOSE | AMOUNT |
| | | (NONE) | | |
| | | | | |
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| | TOTAL BANK ACCOUNT DISBURSEMENTS | | | |

| TOTAL DISBURSEMENTS FOR THE MONTH | $0.00 |
|---|---|

Note: certain disbursements were made, and will be made on an ongoing basis by EMI affilate Richard Blumberg.
Note that cleaning and utility expenses have not been acconted for in this report - 142 Wikil.
Other disbursements made by EMI Affiliate Tizes.

MOR for Cash Basis, Form 2
Monthly Operating Report
**CASH BASIS-2**

**CASE NAME:** Econometric Management, Inc.

**CASE NUMBER:** 10-35551-11

The debtor in possession must complete the reconciliation below for each bank account, including all general, payroll and tax accounts, as well as all savings and investment accounts, money market accounts, certificates of deposit, government obligations, etc. Accounts with restricted funds should be identified by placing an asterisk next to the account number. Attach additional sheets if necessary.

MONTH: December 2010

| BANK RECONCILIATIONS | Account #1 | Account #2 | Account #3 | TOTAL |
|---|---|---|---|---|
| A. BANK: | Bank of Texas | | | |
| B. ACCOUNT NUMBER: | 8093658039 | | | |
| C. PURPOSE (TYPE): | DIP | | | |
| 1. BALANCE PER BANK STATEMENT | $0.00 | | | |
| 2. ADD: TOTAL DEPOSITS NOT CREDITED | $0.00 | | | |
| 3. SUBTRACT: OUTSTANDING CHECKS | $0.00 | | | |
| 4. OTHER RECONCILING ITEMS | $0.00 | | | |
| 5. MONTH END BALANCE PER BOOKS | $0.00 | | | |
| 6. NUMBER OF LAST CHECK WRITTEN | - | | | |

**INVESTMENT ACCOUNTS**

| BANK, ACCOUNT NAME & NUMBER | DATE OF PURCHASE | TYPE OF INSTRUMENT | PURCHASE PRICE | CURRENT VALUE |
|---|---|---|---|---|
| 7. None | | | | |
| 8. | | | | |
| 9. | | | | |
| 10. | | | | |
| 11. TOTAL INVESTMENTS | | | | |

**CASH**

| | |
|---|---|
| 12. CURRENCY ON HAND | $0.00 |
| 13. **TOTAL CASH - END OF MONTH** | $0.00 |

**NOTE: Debtor wiill change banking relationship.**
**Insofar as no receipts or direct disbursements debtor has not opened new account at this time. Debtor will do so when receipts are received.**
**NOTE: EMI Affiliate Richard Blumberg has directly disbursed certain funds on behalf of the Debtor for deposit with the Court and otherwise.**

MOR for Cash Basis, Form 3
Monthly Operating Report

# CASH BASIS-3

**CASE NAME:** Econometric Management, Inc.

**CASE NUMBER:** 10-35551-11

**ASSETS OF THE ESTATE**

| SCHEDULE "A" REAL PROPERTY | SCHEDULE AMOUNT * | MONTH | MONTH | MONTH | MONTH |
|---|---|---|---|---|---|
| 1. 142 Wikil Pl., Palm Desert, CA | $2,000,000 | same | same | same | non-judicial foreclosure |
| 2. | | | | | |
| 3. | | | | | |
| 4. OTHER (ATTACH LIST) | | | | | |
| 5. TOTAL REAL PROPERTY ASSETS | $2,000,000 | same | same | same | ---- |
| **SCHEDULE "B" PERSONAL PROPERTY** | | | | | |
| 1. CASH ON HAND | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 2. CHECKING, SAVINGS, ETC. | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 3. SECURITY DEPOSITS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 4. HOUSEHOLD GOODS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 5. BOOKS, PICTURES, ART | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 6. WEARING APPAREL | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 7. FURS AND JEWELRY | $0.00 | $0.00 | $0.00 | 40.00 | $0.00 |
| 8. FIREARMS & SPORTS EQUIPMENT | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 9. INSURANCE POLICIES | property | same | same | same | same |
| 10. ANNUITIES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 11. RETIREMENT & PROFIT SHARING | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 12. STOCKS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 13. PARTNERSHIPS & JOINT VENTURES | $36,600,000 | same | same | same | same |
| 14. GOVERNMENT & CORPORATE BONDS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 15. ACCOUNTS RECEIVABLE | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 16. ALIMONY | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 17. OTHER LIQUIDATED DEBTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 18. EQUITABLE INTERESTS | Unk. | same | same | same | same |
| 19. CONTINGENT INTERESTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 20. OTHER CLAIMS | $0.00 | unknown | unknown | unknown | unknown |
| 21. PATENTS & COPYRIGHTS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 22. LICENSES & FRANCHISES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 23. AUTOS, TRUCKS & OTHER VEHICLES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 24. BOATS & MOTORS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 25. AIRCRAFT | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 26. OFFICE EQUIPMENT | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 27. MACHINERY, FIXTURES & EQUIPMENT | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 28. INVENTORY | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 29. ANIMALS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 30. CROPS | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 31. FARMING EQUIPMENT | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 32. FARM SUPPLIES | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 33. OTHER (ATTACH LIST) | $0.00 | $0.00 | $0.00 | $0.00 | $0.00 |
| 34. TOTAL PERSONAL PROPERTY ASSETS | $36,600,000 | same | same | same | same |
| 35. TOTAL ASSETS | $38,600,000 | same | same | same | same |

* DATE AMENDED ____________

Note: Certain cash has been provided by EMI affiliate Richard Blumberg.

Lender Winnfield, by way of wrongful non-judicial foreclosure in December 2010 obtained titled to 142 Wikil.

MOR for Cash Basis, Form 4
Monthly Operating Report
# CASH BASIS-4

**CASE NAME:** Econometric Management, Inc.

**CASE NUMBER:** 10-35551-11

MONTH: December 2010

**LIABILITIES OF THE ESTATE**

| PREPETITION LIABILITIES | SCHEDULE AMOUNT | PAYMENTS |
|---|---|---|
| 1. SECURED | $9,963,518.29 | $0.00 |
| 2. PRIORITY | $45,000.00 | $0.00 |
| 3. UNSECURED | $10,035,675.00 | $0.00 |
| 4. OTHER (ATTACH LIST) | | |
| 5. TOTAL PREPETITION LIABILITIES | $20,044,193.20 | $0.00 |

| POSTPETITION LIABILITIES | DATE INCURRED | AMOUNT OWED | DUE DATE | AMOUNT PAST-DUE |
|---|---|---|---|---|
| 1. FEDERAL INCOME TAXES | | $0.00 | | |
| 2. FICA / MEDICARE | | $0.00 | | |
| 3. STATE TAXES | | $0.00 | | |
| 4. REAL ESTATE TAXES | | Unk. | | Unk. |
| 5. OTHER TAXES (ATTACH LIST) | | Unk. | | Unk. |
| 6. TOTAL TAXES | | Unk. | | Unk. |
| OTHER POSTPETITION LIABILITIES, INCLUDING TRADE CREDITORS (LIST NAMES OF CREDITORS) | | | | |
| 7. Unk. | | | | |
| 8. PAYMENTS BY RICHARD BLUMBERG | | | | TBD |
| 9. | | | | |
| 10. | | | | |
| 11. | | | | |
| 12. | | | | |
| 13. | | | | |
| 14. | | | | |
| 15. | | | | |
| 16. | | | | |
| 17. | | | | |
| 18. | | | | |
| 19. | | | | |
| 20. | | | | |
| 21. | | | | |
| 22. | | | | |
| 23. | | | | |
| 24. | | | | |
| 25. | | | | |
| 26. | | | | |
| 27. | | | | |
| 28. | | | | |
| 29. (IF ADDITIONAL, ATTACH LIST) | | | | |
| 30. TOTAL OF LINES 7 - 29 | | | | |
| 31. TOTAL POSTPETITION LIABILITIES | | Unk. | | Unk. |

Debtor does not know the value of real property taxes owed.

IIN CONNECTION WITH EML RICHARD BLUMBERG (AFFILIATE) HAS ADVANCED AND WILL ADVANCE CERTAIN FUNDS.

**Cash Basis, Form 4A**
Monthly Operating Report
**CASH BASIS-4A**

**CASE NAME:**
Econometric Management, Inc.

**CASE NUMBER:** 10-3551-11

| ACCOUNTS RECEIVABLE AGING | SCHEDULE AMOUNT | MONTH | MONTH | MONTH |
|---|---|---|---|---|
| 1. 0-30 | $0.00 | | | |
| 2. 31-60 | | | | |
| 3. 61-90 | | | | |
| 4. 91+ | | | | |
| 5. TOTAL ACCOUNTS RECEIVABLE | $0.00 | | | |
| 6. AMOUNT CONSIDERED UNCOLLECTIBLE | $0.00 | | | |
| 7. ACCOUNTS RECEIVABLE (NET) | $0.00 | | | |

**AGING OF POSTPETITION TAXES AND PAYABLES**

| TAXES PAYABLE | 0-30 DAYS | 31-60 DAYS | 61-90 DAYS | 91+ DAYS | TOTAL |
|---|---|---|---|---|---|
| 1. FEDERAL | | | | | Unk. |
| 2. STATE | | | | | Unk. |
| 3. LOCAL | | | | | Unk. |
| 4. OTHER (ATTACH LIST) | | | | | |
| 5. TOTAL TAXES PAYABLE | | | | | Unk. |
| 6. ACCOUNTS PAYABLE | | | | | Unk. |

**STATUS OF POSTPETITION TAXES** MONTH:

| FEDERAL | BEGINNING TAX LIABILITY* | AMOUNT WITHHELD OR ACCRUED | AMOUNT PAID | ENDING TAX LIABILITY |
|---|---|---|---|---|
| 1. WITHHOLDING** | | | | none known |
| 2. FICA-EMPLOYEE** | | | | none known |
| 3. FICA-EMPLOYER** | | | | none known |
| 4. UNEMPLOYMENT | | | | none known |
| 5. INCOME | | | | none known |
| 6. OTHER (ATTACH LIST) | | | | none known |
| 7. TOTAL FEDERAL TAXES | | | | none known |
| STATE AND LOCAL | | | | |
| 8. WITHHOLDING | | | | none known |
| 9. SALES | | | | none known |
| 10. EXCISE | | | | none known |
| 11. UNEMPLOYMENT | | | | none known |
| 12. REAL PROPERTY | | | | Unk. |
| 13. PERSONAL PROPERTY | | | | none known |
| 14. OTHER (ATTACH LIST) | | | | none known |
| 15. TOTAL STATE & LOCAL | | | | Unk. |
| 16. TOTAL TAXES | | | | Unk. |

* The beginning tax liability should represent the liability from the prior month or, if this is the first operating report, the amount should be zero

** Attach photocopies of IRS Form 6123 or your FTD coupon and payment receipt to verify payment or deposit.

Certain tax liabilities related to real property. EMI has solicited this information.

MOR for Cash Basis, Form 5
Monthly Operating Report

**CASE NAME:** Econometric Management, Inc.

**CASE NUMBER:** 10-35551-11

# CASH BASIS-5

MONTH: December 2010

**PAYMENTS TO INSIDERS AND PROFESSIONALS**

OF THE TOTAL DISBURSEMENTS SHOWN FOR THE MONTH, LIST THE AMOUNT PAID TO INSIDERS (AS DEFINED IN SECTION 101 (31) (A)-(F) OF THE U.S. BANKRUPTCY CODE) AND TO PROFESSIONALS. ALSO, FOR PAYMENTS TO INSIDERS, IDENTIFY THE TYPE OF COMPENSATION PAID (e.g. SALARY, BONUS, COMMISSIONS, INSURANCE, HOUSING ALLOWANCE, TRAVEL, CAR ALLOWANCE, ETC.). ATTACH ADDITIONAL SHEETS IF NECESSARY.

| INSIDERS | | | |
|---|---|---|---|
| NAME | TYPE OF PAYMENT | AMOUNT PAID | TOTAL PAID TO DATE |
| 1. | | | |
| 2. | | | |
| 3. | | | |
| 4. | | | |
| 5. | | | |
| 6. TOTAL PAYMENTS TO INSIDERS | | | $0.00 |

| PROFESSIONALS | | | | | |
|---|---|---|---|---|---|
| NAME | DATE OF COURT ORDER AUTHORIZING PAYMENT | AMOUNT APPROVED | AMOUNT PAID | TOTAL PAID TO DATE | TOTAL INCURRED & UNPAID * |
| 1. | | | | $ | Unk. |
| 2. | | | | | |
| 3. | | | | | |
| 4. | | | | | |
| 5. | | | | | |
| 6. TOTAL PAYMENTS TO PROFESSIONALS | | | | $2,500.00 | |

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

**POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS**

| NAME OF CREDITOR | SCHEDULED MONTHLY PAYMENTS DUE | AMOUNTS PAID DURING MONTH | TOTAL UNPAID POSTPETITION |
|---|---|---|---|
| 1. | | | |
| 2. | | | |
| 3. | | | |
| 4. | | | |
| 5. | | | |
| 6. TOTAL | Unk. | $0.00 | |

Certain accrued liabilities exist to counsel representing the debtor.

Certain disbursements have been made on behalf of the Debtor by EMI affiliate Richard Blumberg.

MOR for Cash Basis, Form 6
Monthly Operating Report

# CASH BASIS-6

| | |
|---|---|
| CASE NAME: | Econometric Management, Inc. |
| CASE NUMBER: | 10-35551-11 |

MONTH: December 2010

## QUESTIONNAIRE

| | | YES | NO |
|---|---|---|---|
| 1. | HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD? | X | |
| 2. | HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT? | X | |
| 3. | ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES, OR LOANS) DUE FROM RELATED PARTIES? | | X |
| 4. | HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD? | | X |
| 5. | HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY? | X | |
| 6. | ARE ANY POSTPETITION PAYROLL TAXES PAST DUE? | | X |
| 7. | ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE? | | X |
| 8. | ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE? | X | |
| 9. | ARE ANY OTHER POSTPETITION TAXES PAST DUE? | | X |
| 10. | ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT? | | X |
| 11. | HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD? | | X |
| 12. | ARE ANY WAGE PAYMENTS PAST DUE? | | X |

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES," PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.

2. Payment of $2,500 to Attorney Julie Linares prepetition. 5. Loan for $2,500 payment to Attorney Linares.
8. Unk real estate taxes due upon real property.
5. Post-petition loan (ongoing) from EMI affiliate Richard Blumberg. 1. Non-judicial foreclosure 142 Wlkil.

## INSURANCE

| | | YES | NO |
|---|---|---|---|
| 1. | ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT? | x | |
| 2. | ARE ALL PREMIUM PAYMENTS PAID CURRENT? | x | |
| 3. | PLEASE ITEMIZE POLICIES BELOW. | | |

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO," OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

State Farm Policy No. 77-BB-L761-2

| INSTALLMENT PAYMENTS | | | |
|---|---|---|---|
| TYPE OF POLICY | CARRIER | PERIOD COVERED | PAYMENT AMOUNT & FREQUENCY |
| Homeowners | State Farm | coverage through 1/29/2011 | $4,435 (annual) |
| | | | |
| | | | |
| | | | |
| | | | |

Note: The State Farm policy has been paid by the lender through January 2011.

Note: 142 Wikil has been subject to a wrongful non-judicial foreclosure.